

FISCAL NOTE

SB 918 - HB 1552

February 11, 2005

SUMMARY OF BILL: Requires the governing body of a municipality, choosing to dispose of an electrical plant, to provide a detailed feasibility study and cost-benefit analysis supporting such disposition to each member of the governing body and to make the report available for inspection and copying at the office of the clerk of the governing body.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – To the extent that local governments exercise discretionary authority to dispose of electric plants, they will incur increased expenditures exceeding \$100,000* to conduct mandatory feasibility studies and cost-benefit analysis.

Assumptions:

- The cost of such studies will vary depending on the particulars of the plant and of the report.
- The cost for the recent study of the Metropolitan Nashville Davidson County Thermal Plant demolition exceeded \$2,000,000 but included more documentation than this bill will require.

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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